



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF STATE LANDS AND FORESTRY

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RECEIVED

NOV 07 1991

DIVISION OF
OIL GAS & MINING

November 6, 1991

FAX NO. 789-9596

American Gilsonite Company
Attn: T.M. Tilley
Bonanza, UT 84008

Dear Mr. Tilley:

RE: ML 31934--Gilsonite

Thank you for your **exploration notification of November 4, 1991.** I understand that you will dig some exploratory trenches along the gilsonite vein and that all access is by existing roads. The Division hereby consents to your conduct of this operation. This consent does not obviate the necessity of meeting notification requirements of the Division of Oil, Gas, and Mining.

You must provide further notification to DSLF and DOGM prior to your commencement of any exploratory drilling upon the leasehold. You are of course aware that the property was previously drilled by American Gilsonite Company in 1983.

The Division presently holds Surety Bond No. U89-75-80-27 covering this leasehold. American Gilsonite Company will be requested under cover of separate letter to provide a replacement bond following change in ownership of the company.

Please refill all trenches and immediately notify me at the conclusion of this operation.

Sincerely yours,

JOHN T. BLAKE
MINERAL RESOURCES SPECIALIST

JTB/tdw

cc: Wayne Hedberg, Division of Oil, Gas, and Mining